

Balance of payment position

\*12. DR. LAXMINARAYAN PANDEYA: Will the Minister of COMMERCE be pleased to state:

(a) the short term and long term measures taken for improving the balance of payments position; and

(b) the steps taken or proposed to increase production and improve the quality of export goods?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) A number of measures was initiated through 1990-91 and in the current financial year, to manage the balance of payments position, by way of import compression, export promotion, including faster realisation of outstanding export proceeds and augmentation of capital flows.

(b) The Government have recently introduced far reaching reforms in the export-import policy aimed at reducing bureaucratic control through licensing, strengthening export incentives and linking import capability in a wide range of imports to export earnings. These are designed to improve the export environment which will lead to increase production and improvement in the quality of export goods.

41—42

Debt burden on Union Government

\*13. SHRI SOBHNADREESWARA RAO VADDE: Will the Minister of FINANCE be pleased to state:

(a) the total debt burden on the Union Government as on 31st March, 1991;

(b) the details of the different components of this debt burden; and

(c) the manner in which the Government propose to meet the repayments responsibility?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI SHANTARAM POTDUKHE): (a) and (b) A statement is given below.

(c) The repayment of internal debt is being made from fresh borrowings. Government's endeavour, however, is to reduce dependence on borrowings by a combination of revenue and expenditure measures.

External loans are repaid mainly from the country's exports and invisible earnings.

**STATEMENT**

*Components of Debt of Union Government at the end of 1990-91 (RE)*

(Rs. in crores)

(i) *Internal Debt*

Market Loans . . . . .	70565
91 Days Treasury Bills (including conversions into dated securities) . . . . .	70542
182 Days Treasury Bills . . . . .	974
Compensation and other Bonds . . . . .	723
Special Bearer Bonds . . . . .	876
Other Securities issued to RBI . . . . .	1102
Securities issued to International Financial institutions . . . . .	6570
Small Savings . . . . .	49071
Provident Funds . . . . .	11576
Special Deposits by Non-Government PF etc. . . . .	33866
Reserve Funds Deposits etc. . . . .	33363
<b>Total—Internal Debt</b>	<b>279228</b>

(ii) External Debt (On Government Account and IMF borrowings)*	70471
--	-------

<b>Total</b>	<b>349699</b>
--------------	---------------

\*Converted at the exchange rate prevalent on 31st March, 1991.